

FISCAL NOTE

SB 2777

February 25, 2002

SUMMARY OF BILL: Transfers \$50 million in state appropriations from the court system budget to TennCare in fiscal years 2002-2003 and 2003-2004. The transfer is to reimburse health care providers for \$100 million in losses from the insolvency of Access MedPlus, a TennCare managed care organization. The purpose is to make the court system financially responsible for losses incurred by health care providers from Access MedPlus during the time that the state declared Access MedPlus insolvent but courts prevented placing Access MedPlus in receivership.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact - Transfers \$50,000,000 in state funds from the court system budget to the TennCare Bureau in FY02-03 and 03-04.

The recommended state appropriation for the court system budget for FY02-03 is \$75,739,200. An additional \$50 million in the TennCare budget could be matched with Federal funds of approximately \$100 million.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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